

## PERS Select PPO

**Originally Presented to:** 

Health Benefits Committee April 17, 2007

**Updated October 16, 2007** 

### Select PPO Network Updated – No CHANGES

- Statewide PPO Network
  - Covers all counties except:

Alameda Marin

Placer Solano

- Subset of Blue Cross PPO Network
- Primary and Specialty Caregivers Represent over 50% of the Blue Cross PPO Network
  - Utilizes existing Blue Cross PPO hospital network, except most Sutter facilities
- Savings achieved through selection of physicians with efficient practice patterns
- Reviewed using broadly accepted quality measurement standards

## CalPERS Savings with Select PPO Updated - NO CHANGE

- 5% Estimated Claim Savings (vs. Choice)
- 1.0% estimated increase in PERS Choice Basic premium rates due to movement into PERS Select. Members remaining in Choice plan use less efficient providers.
- Net 6.0% premium rate decrease compared to PERS Choice Basic

Annual	Single	2-Party	Family
Savings Select vs. Choice	\$324	\$650	\$844

## **Expectations Updated – Enrollment Uncertain**

- \$6.5 Million expected annual savings to plan
- Assume 15% of Choice Basic employees enroll in PERS Select\*
- HMO enrollment unchanged
- < 1% decrease on 100/90 state annuitant contribution formula</p>
- PERS Choice Medicare Supplement = PERS Select Medicare Supplement
- \* Enrollment expectations are too early to confirm. There are early indications that enrollment may fall short of expectations.

# Savings by County Updated No Changes

#### **Average Savings**

- Colusa
- Humboldt
- Mendocino
- Merced
- Mono
- Santa Clara
- Tulare

#### Above Average

- Butte
- Contra Costa
- Fresno
- Kern
- Lake
- Los Angeles
- Monterey
- Nevada
- Orange
- Riverside
- Sacramento

- San Bernardino
- San Diego
- San Joaquin
- San LuisObispo
- San Mateo
- Santa Barbara
- Santa Cruz
- Shasta
- Sonoma
- **Stanislaus**
- Sutter

#### Superior

- El Dorado
- Inyo
- Kings
- San Benito
- Siskiyou
- Ventura
- Yuba

## **Installation Update**

- Group structure on Blue Cross Operating System Completed.
- Internet ProviderFinder Completed.
- Identification Card Draft Completed
- Open Enrollment Meetings Completed
- Product Preparedness Completed
- Enrollment To be provided

### **Draft Identification Card**





www.bluecrossca.com

GROUP: CB01AG

**MEMBER ID: CPR123A56789** 

MEMBER NAME

PLAN 040: Medical

MEDICAL CLAIMS P.O. BOX 60007 & INQUIRIES: LOS ANGELES, CA 90060

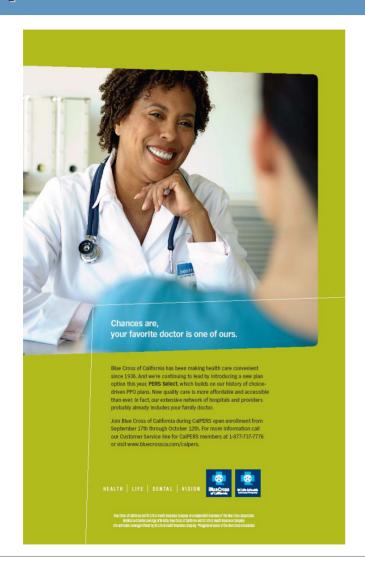
CUSTOMER SERVICE: 1-877-737-7776 \$20 PPO PHYSICIAN OFFICE VISIT COPAY Blue Cross PPO
A Prudent Buyer Plan Product



Pharmacy Administered by

medco° RXBIN: 610014
RXGRP: CPERSRX

## Sample PERS Select Open Enrollment Advertisement



## **Supports CalPERS Strategic Plan**

